



EXECUTIVE OFFICE OF THE PRESIDENT
OFFICE OF MANAGEMENT AND BUDGET
WASHINGTON, D.C. 20503

OFFICE OF FEDERAL
PROCUREMENT POLICY

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TO THE HEADS OF EXECUTIVE DEPARTMENTS AND ESTABLISHMENTS

SUBJECT: Report on Preventing "Wage Busting" for Professionals Under Service
Contracts -- OFPP Policy Letter 78-2

Office of Federal Procurement Policy Letter 78-2 dated March 29, 1978 expressed the policy of the Federal Government that all service employees, including professional employees, be fairly and properly compensated. This policy was promulgated in the Defense Acquisition Regulation and the Federal Procurement Regulations in June 1978.

The policy letter called on each agency to submit a report within six months of actions taken to implement the policy. Because of the delay in promulgating implementing regulations, agencies were notified informally that the reporting requirement would be deferred. Sufficient time has now transpired for agencies to evaluate how effective the regulatory coverage has been in preventing wage busting of professionals under service contracts.

Please furnish this Office by April 30, 1979 a report of the actions taken, the effectiveness of the regulations implemented, and suggestions, if any, on proposed revisions to the regulations. Your response will be useful in our continuing attempts to ensure the integrity of our policy and regulatory formulation.

A copy of Policy Letter 78-2 is attached.


Lester A. Fettig
Administrator

Attachment